

**United States Bankruptcy Court  
Middle District of Alabama**

In re The Money Tree Inc.  
Debtor

Case No. 11-12255  
Chapter 11 Case

**MONTHLY OPERATING REPORT (NON-SMALL BUSINESS ENTITY)**

Month: February

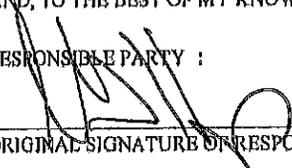
Date Filed: 4-22-13

Line of Business: Consumer Finance

NAICS Code: 522291

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE.

RESPONSIBLE PARTY :

  
ORIGINAL SIGNATURE OF RESPONSIBLE PARTY

S. Gregory Hays - Chapter 11 Trustee  
PRINTED NAME OF RESPONSIBLE PARTY

**QUESTIONNAIRE: (All questions to be answered on behalf of the debtor.)**

	YES		NO
1. IS THE BUSINESS STILL OPERATING ?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
2. HAVE YOU PAID ALL YOUR BILLS ON TIME THIS MONTH?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
3. DID YOU PAY YOUR EMPLOYEES ON TIME?	<input type="checkbox"/>	N/A	<input type="checkbox"/>
4. HAVE YOU DEPOSITED ALL THE RECEIPTS FOR YOUR BUSINESS IN TO THE DIP ACCOUNT THIS MONTH?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
5. HAVE YOU FILED ALL OF YOUR TAX RETURNS AND PAID ALL OF YOUR TAXES THIS MONTH?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
6. HAVE YOU TIMELY FILED ALL OTHER REQUIRED GOVERNMENT FILINGS?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
7. HAVE YOU PAID ALL OF YOUR INSURANCE PREMIUMS THIS MONTH?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
8. DO YOU PLAN TO CONTINUE TO OPERATE THE BUSINESS NEXT MONTH?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
9. ARE YOU CURRENT ON YOUR CHAPTER 11 QUARTERLY FEE PAYMENT ?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
10. HAVE YOU PAID ANYTHING TO YOUR ATTORNEY OR OTHER PROFESSIONAL THIS MONTH?	<input checked="" type="checkbox"/>		<input type="checkbox"/>
11. DID YOU HAVE ANY UNUSUAL OR SIGNIFICANT UNANTICIPATED EXPENSES THIS MONTH?	<input type="checkbox"/>		<input checked="" type="checkbox"/>
12. HAS THE BUSINESS SOLD ANY GOODS OR PROVIDED SERVICES OR TRANSFERRED ANY ASSETS TO ANY BUSINESS RELATED TO THE DIP IN ANY WAY?	<input type="checkbox"/>		<input checked="" type="checkbox"/>
13. DO YOU HAVE ANY BANK ACCOUNTS OPEN OTHER THAN THE DIP ACCOUNT(S)?	<input type="checkbox"/>		<input checked="" type="checkbox"/>

- 14. HAVE YOU SOLD ANY ASSETS OTHER THAN INVENTORY THIS MONTH?
- 15. DID ANY INSURANCE COMPANY CANCEL YOUR POLICY THIS MONTH?
- 16. HAVE YOU BORROWED MONEY FROM ANYONE THIS MONTH?
- 17. HAS ANYONE MADE AN INVESTMENT IN YOUR BUSINESS THIS MONTH?
- 18. HAVE YOU PAID ANY BILLS YOU OWED BEFORE YOU FILED BANKRUPTCY?

**TAXES (Exhibit A)**

DO YOU HAVE ANY PAST DUE TAX RETURNS OR PAST DUE POST-PETITION TAX OBLIGATIONS? IF YES, PLEASE PROVIDE A WRITTEN EXPLANATION INCLUDING WHEN SUCH RETURNS WILL BE FILED, OR WHEN SUCH PAYMENTS WILL BE MADE AND THE SOURCE OF THE FUNDS FOR THE PAYMENT.

**INCOME (Exhibit B)**

PLEASE SEPARATELY LIST ALL OF THE INCOME YOU RECEIVED FOR THE MONTH. THE LIST SHOULD INCLUDE ALL INCOME FROM CASH AND CREDIT TRANSACTIONS.

**TOTAL INCOME** \$46,207.00

**SUMMARY OF CASH ON HAND**

Cash on Hand at Start of Month 10,263,447  
 Cash on Hand at end of Month 10,301,615

PLEASE PROVIDE THE TOTAL AMOUNT OF CASH CURRENTLY AVAILABLE TO YOU. **TOTAL** 10,301,615

**EXPENSES (Exhibit C)**

PLEASE SEPARATELY LIST ALL EXPENSES PAID FROM YOUR BANK ACCOUNTS THIS MONTH. INCLUDE THE DATE PAID, WHO WAS PAID THE MONEY, THE PURPOSE AND THE AMOUNT.

**TOTAL EXPENSES** \$8,039.00

**CASH PROFIT**

INCOME FOR THE MONTH (TOTAL FROM EXHIBIT B) \$46,207.00  
 EXPENSES FOR THE MONTH (TOTAL FROM EXHIBIT C) \$8,039.00  
 (Subtract Line C from Line B) **CASH PROFIT FOR THE MONTH** \$38,168.00

**UNPAID BILLS** (Exhibit D)

PLEASE ATTACH A LIST OF ALL DEBTS (INCLUDING TAXES) WHICH YOU HAVE INCURRED SINCE THE DATE YOU FILED BANKRUPTCY BUT HAVE NOT PAID. THE LIST MUST INCLUDE THE DATE THE DEBT WAS INCURRED, WHO IS OWED THE MONEY, THE PURPOSE OF THE DEBT AND WHEN THE DEBT IS DUE.

TOTAL PAYABLES \$613,000.00

**MONEY OWED TO YOU** (Exhibit E)

PLEASE ATTACH A LIST OF ALL AMOUNTS OWED TO YOU BY YOUR CUSTOMERS FOR WORK YOU HAVE DONE OR THE MERCHANDISE YOU HAVE SOLD. YOU SHOULD INCLUDE WHO OWES YOU MONEY, HOW MUCH IS OWED AND WHEN IS PAYMENT DUE.

TOTAL RECEIVABLES 63,772,076

**BANKING INFORMATION** (Exhibit F)

PLEASE ATTACH A COPY OF YOUR LATEST BANK STATEMENT FOR EVERY ACCOUNT YOU HAVE AS OF THE DATE OF THIS FINANCIAL REPORT OR HAD DURING THE PERIOD COVERED BY THIS REPORT.

**EMPLOYEES**

NUMBER OF EMPLOYEES WHEN THE CASE WAS FILED?

26

NUMBER OF EMPLOYEES AS OF THE DATE OF THIS MONTHLY REPORT?

0

**PROFESSIONAL FEES**

**BANKRUPTCY RELATED**

PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD? \$185.00

TOTAL PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE? \$1,433,215.74

**NON-BANKRUPTCY RELATED:**

PROFESSIONAL FEES PAID NOT RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD? \$0.00

TOTAL PROFESSIONAL FEES PAID NOT RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD? \$33,363.74

**ADDITIONAL INFORMATION**

PLEASE ATTACH THE BANKRUPTCY ADMINISTRATOR'S BALANCE SHEET, MONTHLY SALARY PAYMENTS TO OWNER(S) SCHEDULE (IF APPLICABLE) AND THE MONTHLY RENTAL INCOME WORKSHEET (IF APPLICABLE). ALSO ATTACH ANY FINANCIAL REPORTS (INCOME STATEMENT, STATEMENT OF CASH FLOWS, AND STATEMENT OF SHAREHOLDERS/PARTNER'S EQUITY) WHICH YOU PREPARE INTERNALLY.

**Print Form**

**Reset Form**

**Additional Information - Ch 11 Monthly Operating Report**

form revised 10 18 2011

**The Money Tree Inc. Case # 11-12255**

**BALANCE SHEET**

For the period ending: 02/25/13

ASSETS

1. Cash

Pre-petition bank accounts	\$0.00	
DIP General/business account	\$10,301,615.00	
DIP Payroll account	\$0.00	
DIP Tax account	\$0.00	
Other (including Cash on Hand)	\$0.00	
Sub-total Cash		<u>\$10,301,615.00</u>

2. Securities (Investment in subsidiaries)

\$0.00

3. Accounts Receivable

Post-petition-other	\$0.00	
Pre-petition-due from Subsidiaries	\$73,957,763.00	
Post-petition-due from Subsidiaries	(\$10,185,677.00)	
Sub-total Accounts Receivable		<u>\$63,772,076.00</u>

4. Office Supplies and Equipment

\$0.00

5. Inventory (Fair Market Value)

\$0.00

6. Other Current Assets (utility deposits)

\$11,170.00

7. Prepaid Insurance

\$0.00

8. Long Term Assets ( including real property, heavy equipment, vehicles, etc. )

\$1,344,240.00

**9. TOTAL ASSETS**

\$75,429,101.00

LIABILITIES

(Include both pre- and post-petition debts)

1. Accounts Payable

Pre-petition	\$219,725.00	
Post-petition	\$613,000.00	
Sub-total Accounts Payable		<u>\$832,725.00</u>

2. Short Term Notes Payable

Pre-petition (incl accrued interest)	\$3,713,842.00	
Post-petition	\$0.00	
Sub-total Short Term Notes Payable		<u>\$3,713,842.00</u>

3. Long Term Notes Payable

Pre-petition (incl accrued interest)	\$67,617,831.00	
Post-petition	\$0.00	
Sub-total Long Term Notes Payable		<u>\$67,617,831.00</u>

4. Taxes Payable

Pre-petition	\$0.00	
Post-petition		
Sub-total Taxes Payable		<u>\$0.00</u>

5. Other Liabilities

Intercompany payable to subsidiaries \$2,242,147.00

**6. TOTAL LIABILITIES**

\$74,406,645.00

EQUITY (Total Assets Less Total Liabilities)

\$1,022,556.00

**7. TOTAL LIABILITIES & EQUITY**

\$75,429,101.00

Additional Information

Balance Sheet/AP Pymts/  
Salary Schedule/Rent Roll

**STATEMENT OF PAYMENTS MADE TO LESSORS**

1	Payee: <u>Monroe Godwin</u>		
	Amount paid this period: <u>\$1,000.00</u>	Check #:	<u>10112</u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>
2	Payee: <u>                    </u>		
	Amount paid this period: <u>                    </u>	Check #:	<u>                    </u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>
3	Payee: <u>                    </u>		
	Amount paid this period: <u>                    </u>	Check #:	<u>                    </u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>
4	Payee: <u>                    </u>		
	Amount paid this period: <u>                    </u>	Check #:	<u>                    </u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>
5	Payee: <u>                    </u>		
	Amount paid this period: <u>                    </u>	Check #:	<u>                    </u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>
6	Payee: <u>                    </u>		
	Amount paid this period: <u>                    </u>	Check #:	<u>                    </u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>
7	Payee: <u>                    </u>		
	Amount paid this period: <u>                    </u>	Check #:	<u>                    </u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>
8	Payee: <u>                    </u>		
	Amount paid this period: <u>                    </u>	Check #:	<u>                    </u>
Y	N	Amount included in Expenses	
Y	N	Adequate protection payment	
		Stated adequate protection payment amount	<u>                    </u>

**TOTAL PAYMENTS MADE TO LESSORS** \$1,000.00

Additional Information

Balance Sheet/AP Pymts/  
Salary Schedule/Rent Roll

**Monthly Salary Payment to Owner(s)**

Debtor(s)	Stated Amount	Amount Paid	Transaction Number	Amount Past Due
NONE				0.00
				0.00
<b>TOTAL</b>	0.00	0.00		0.00

**Monthly Rental Income Worksheet**

for the month ending \_\_\_\_\_

Property Description	Written Contract*	Contract Expiration Date	Contracted Monthly Rental Payment	Rental Amount Past Due	Rental Amount Received this Month	Mortgage Amount Paid by Debtor(s) **
NONE						
<b>Monthly Totals</b>						

\* (N) No Contract, (L) Lease or (DF) Debtor Financed under a Rent to Own, Bond for Title or similar contract  
 \*\* Per Order for Adequate Protection or Use of Cash Collateral

Additional Information

Balance Sheet/AP Pymts/  
Salary Schedule/Rent Roll

THE MONEY TREE, INC.  
INCOME STATEMENT  
FOR THE MONTH ENDED FEBRUARY 25, 2013

OPERATING INCOME

OPERATING EXPENSES

ACCOUNTING	3,185.00
COMPUTER MAINTENANCE	40.00
CREDIT REPORTS	220.29
INSURANCE - GENERAL	(13,963.56)
INSURANCE - GROUP	1,542.00
LEGAL/ATTORNEY COSTS	47,400.00
MISCELLANEOUS	20,197.98
OFFICE EXPENSE	(101.66)
POSTAGE	21.95
RENT	1,800.00
REPAIRS & MAINTENANCE	43.60
TEMPORARY HELP	5,220.50
LOAN TAXES	2,610.00
LICENSE TAXES	(87.29)
TELEPHONE	(5,691.77)
UTILITIES	(6,454.55)

TOTAL OPERATING EXPENSES 55,982.47

NET PROFIT (LOSS) (55,982.47)

THE MONEY TREE INC.  
Statement of Cash Flows

For the Month Ended  
February 25, 2013

<b>Cash flows from operating activities</b>	
Net income	\$ (55,982)
Adjustments to reconcile net income to net cash provided by operating activities:	
Provision for credit losses	-
Depreciation	-
Change in assets and liabilities:	
Other receivables/assets	43,750.00
Accounts payable and other accrued liabilities	50,400
Due from affiliates	-
Loss (Gain) on the sale of property and equipment	-
<hr/>	
Net cash used in operating activities	38,168
<hr/>	
<b>Cash flows from investing activities</b>	
Net change in finance receivables	-
Purchase of property and equipment	-
Proceeds from sale of property and equipment	-
<hr/>	
Net cash provided by investing activities	-
<hr/>	
<b>Cash flows from financing activities</b>	
Net proceeds (repayments) on:	
Borrowing	-
<hr/>	
Net cash provided by financing activities	-
<hr/>	
Net change in cash and cash equivalents	38,168
Cash and cash equivalents, beginning of period	10,263,447
Cash and cash equivalents, end of period	\$ 10,301,615

# EXHIBIT A

## TAXES

IF ANY PAST DUE TAX RETURNS OR PAST DUE POST-PETITION TAX OBLIGATIONS EXIST, ATTACH A WRITTEN EXPLANATION, INCLUDING WHEN SUCH RETURNS WILL BE FILED, OR WHEN SUCH PAYMENTS WILL BE MADE AND THE SOURCE OF FUNDS FOR THE PAYMENTS (S).

**The Money Tree Inc.**  
**Case # 11-12255**

NONE

# EXHIBIT B

## SUMMARY OF CASH ON HAND

ATTACH A LIST OF ALL INCOME RECEIVED FOR THE REPORTING PERIOD FROM CASH AND CREDIT TRANSACTIONS.

The U.S. Bankruptcy Administrator (MDAL) will not waive this requirement.

The Money Tree Inc.  
Case # 11-12255

Cash on hand 1/25/13	10,263,447
Cash on hand 2/25/13	10,301,615
Change	<u>38,168</u>
Cash income for period	46,207
Cash expenses for period	<u>(8,039)</u>
Cash profit for period	38,168

# EXHIBIT C

## EXPENSES

ATTACH A LIST OF ALL EXPENSES PAID FROM THE DEBTOR'S BANK ACCOUNTS FOR THE REPORTING PERIOD. INCLUDE THE DATE PAID, THE PAYEE, THE PURPOSE AND THE AMOUNT.

The U.S. Bankruptcy Administrator (MDAL) will not waive this requirement.

THE MONEY TREE INC  
Case # 11-12255

Check Nbr	Check Type	Check Date	Vendor ID Vendor Name	Period	Ref Nbr	Doc Type	Invoice Number	Invoice Date	Amount Paid
100781	OK	2/8/2013	EQUJ01 EQUIFAX CREDIT INFORMAT	05-13	208460	VO	7599020	1/7/2013	220.29
100782	OK	2/8/2013	WALL21 WALLER FIRE PROTECTION	05-13	208459	VO	4195	9/8/2012	43.60
100783	OK	2/8/2013	WOOD17 NATASHA WOOD	05-13	208458	VO	REIMB JAN EXP	2/8/2013	24.46
100784	OK	2/15/2013	MORR08 STEVEN MORRISON	05-13	208481	VO	REIMB FEB EXP	2/14/2013	21.86
100785	OK	2/25/2013	AMT01 AMTRUST NORTH AMERICA	05-13	208484	VO	TWC8318775	1/31/2013	81.54
100786	OK	2/25/2013	VERI05 VERIZON WIRELESS	05-13	208482	VO	6850540892	2/10/2013	80.12
100787	OK	2/25/2013	WEBG01 WebGrafix Media Solutions, LLI	05-13	208451	VO	10764	2/2/2013	40.00
<b>Sub Total:</b>									<b>520.95</b>
66371	OK	12/28/2012	Total Plan Services				Health Insur claims		1,642.00
<b>Total Bank Ozarks DIP account</b>									<b>2,062.95</b>
10111		1/31/2013	Natasha J. Wood				Services 1/21-1/25/13		885.50
10112		1/31/2013	Monroe Godwin				February 2013 rent		1,000.00
10113		2/7/2013	Steven P. Morrison				Services 1/21-1/25/13		752.00
10114		2/7/2013	Steven P. Morrison				Services 1/28-2/1/13		840.00
10115		2/8/2013	Youmans & Gardner, CPA				Invoice 4350		185.00
10116		2/8/2013	Natasha J. Wood				Services 1/28-2/1/13		598.00
10117		2/18/2013	Natasha J. Wood				Services 2/4-2/10/13		253.50
10118		2/18/2013	Steven P. Morrison				Services week 2/8/13		893.00
10119		2/20/2013	Steven P. Morrison				Services week 2/15/13		399.50
10120		2/20/2013	Natasha J. Wood				Services 2/11-2/17/13		428.00
<b>Total Trustee's DIP account</b>									<b>6,976.50</b>
<b>Grand Total</b>									<b>8,039.45</b>

# EXHIBIT D

## UNPAID BILLS

ATTACH A LIST OF ALL DEBTS (INCLUDING TAXES) INCURRED SINCE THE BANKRUPTCY FILING DATE BUT HAVE NOT BEEN PAID. THE LIST MUST INCLUDE THE DATE THE DEBT WAS INCURRED, THE NAME OF THE CREDITOR, THE PURPOSE OF THE DEBT AND WHEN THE DEBT IS DUE.

The U.S. Bankruptcy Administrator (MDAL) will not waive this requirement.

The Money Tree Inc.  
Case # 11-12256

date incurred	Creditor	Amount	Purpose	Due
9/26/12 - 2/25/13	Greenburg Traurig, LLP	124,000.00	Post petition attorney fees (Creditor's comm.)	estimate for period
8/26/12 - 2/25/13	Christlan and Small	117,000.00	Post petition attorney fees (Trustee)	estimate for period
9/26/12 - 2/25/13	Hays Financial Consulting	92,000.00	Post petition Advisor fees (Trustee)	estimate for period
4/26/12 - 2/25/13	S. Gregory Hays	275,000.00	Trustee fees	estimate for period
12/26/12 - 2/25/13	Dowdy & Whittaker, CPA's	5,000.00	Income tax returns preparation	estimate for period
		<u>613,000.00</u>		

# EXHIBIT E

## MONEY OWED TO DEBTOR

ATTACH A LIST OF ALL AMOUNTS OWED TO THE DEBTOR BY CUSTOMERS FOR WORK COMPLETED OR MERCHANDISE SOLD. THE LIST MUST INCLUDE THE NAME OF THE CUSTOMER, THE AMOUNT OWED AND WHEN PAYMENT IS DUE.

The U.S. Bankruptcy Administrator (MDAL) will not waive this requirement.

**The Money Tree Inc.**

Case # 11-12255

**Intercompany receivables due from Subsidiaries- prepetition:**

The Money Tree of Georgia Inc.	41,369,168
The Money Tree of Florida Inc.	3,635,654
The Money Tree of Louisiana Inc.	13,023,308
Small Loans Inc.	15,929,623
<b>Total Intercompany - Prepetition</b>	<b>73,957,753</b>

**Intercompany receivables due from Subsidiaries-postpetition:**

The Money Tree of Georgia Inc.	(8,405,468)
The Money Tree of Florida Inc.	(534,085)
The Money Tree of Louisiana Inc.	(185,085)
Small Loans Inc.	(1,061,039)
<b>Total Intercompany - Postpetition</b>	<b>(10,185,677)</b>